



Date: 28<sup>th</sup> September, 2023

<p><b>The Secretary, BSE Limited, Phiroze Jeejeebhoy Towers, Dalal Street Mumbai – 400 001</b></p> <p><b><u>Code – 542932</u></b></p>	<p><b>The Secretary, National Stock Exchange of India Ltd., Exchange Plaza, C-1, Block ‘G’, Bandra-Kurla Complex, Bandra (E)Mumbai – 400 051.</b></p> <p><b><u>Scrip Code No. BIRLATYRE</u></b></p>
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**Sub: Approval of Audited Financial Results of the Company for the quarter and year ended 31<sup>st</sup> March, 2023.**

Pursuant to the provisions of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform you that the Audited Financial Results of the Company for the year ended on 31<sup>st</sup> March, 2023 as approved by the Resolution Professional (RP) along with the Audited Report thereon issued by the Statutory Auditors of the Company on Thursday, September 28, 2023.

A copy of the aforesaid financial results along with the Audited report are enclosed as required u/r. 33 of the SEBI (LODR) Regulations, 2015 along with declaration with respect to the Disclaimer of Opinion in the Audit Report of the Statutory Auditors as “**Annexure-I**”.

Please note that no COC meeting was held, however Resolution Professional (RP) has approved the financials and signed the same on 28.09.2023 at 6.30 PM and Auditors had provided their Audit report on the Accounts at 7.15 PM. Accordingly, the meeting deemed to be commenced at 6.30 P.M. and concluded at 7.15 P.M.

You are requested to take the above information on record.

Thanking You,

Yours faithfully,

**For Birla Tyres Limited.**

**PRATIM** Digitally signed  
by PRATIM BAYAL  
Date: 2023.09.29  
**BAYAL** 15:41:42 +05'30'

**Pratim Bayal**

**Resolution Professional**

**E-mail ID for communication: birlatyres.2022@gmail.com**

**RegnNo. : IBBI/IPA-003/IP-No0213/2018-2019/12385**

**Reg.Address: 18/1 Tarapurkur Main Road, Ghosh Para, Agarpara, Kolkata, West Bengal, 700109**

**Reg. Email: pratimbayal@gmail.com**

P + 91 33 2262 4354-57  
F + 91 33 2262 4359  
E: corporate@birlatyres.com

Birla Tyres Limited  
Registered & Corporate Office:  
8<sup>th</sup> floor, Birla Building, 9/1 R.N. Mukherjee Road, Kolkata – 700 001  
CIN - U25209WB2018PLC228915

**BIRLA TYRES LIMITED**

Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001

Statement of Financial Results for the quarter and year ended 31st March, 2023

(Approved by the Resolution Professional on 28th September, 2023 . )

Rs./Lakhs

Sl.	Particulars	Current three months ended 31/03/2023 (Audited)	Preceding three months ended 31/12/2022 (Unaudited)	Corresponding three months ended in the previous year 31/03/2022 (Audited)	Current year ended 31/03/2023 (Audited)	Previous Year ended 31/03/2022 (Audited)
1	<b>Income</b>					
	a) Revenue from Operations	589.99	-	104.12	609.73	541.64
	b) Other Income	68.74	0.05	449.27	95.19	1,702.84
	<b>Total Income [1(a) + 1(b)]</b>	<b>658.73</b>	<b>0.05</b>	<b>553.39</b>	<b>704.92</b>	<b>2,244.28</b>
2	<b>Expenses</b>					
	a) Cost of Materials consumed	-	-	-	-	-
	b) Purchases of stock-in-trade	-	-	-	-	-
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	0.02	-	604.43	45.17	1,097.43
	d) Employee benefits expense	(206.34)	(16.19)	(255.80)	58.62	1,233.17
	e) Depreciation and amortisation expense	276.81	524.63	672.79	1,850.71	2,960.54
	f) Finance Costs	1.42	-	4,607.04	1,759.11	17,614.97
	g) Other expenses	106.55	(19.11)	393.61	698.32	1,353.51
	<b>Total Expenses [2(a) to 2(g)]</b>	<b>178.47</b>	<b>489.33</b>	<b>6,022.07</b>	<b>4,411.53</b>	<b>24,259.62</b>
3	<b>Profit/(Loss) before exceptional items and tax (1-2)</b>	<b>480.27</b>	<b>(489.28)</b>	<b>(5,468.68)</b>	<b>(3,707.61)</b>	<b>(22,015.34)</b>
4	Exceptional items (Net) (Refer Note 5)	-	-	(39,026.48)	-	(43,551.70)
5	<b>Profit/(Loss) before tax (3+4)</b>	<b>480.27</b>	<b>(489.28)</b>	<b>(44,495.16)</b>	<b>(3,707.61)</b>	<b>(65,567.04)</b>
6	<b>Tax expense</b>					
	a) Current tax charge / (credit)	-	-	-	-	-
	b) Deferred tax charge / (credit)	-	-	-	-	-
7	<b>Net Profit/(Loss) for the period (5-6)</b>	<b>480.27</b>	<b>(489.28)</b>	<b>(44,495.16)</b>	<b>(3,707.61)</b>	<b>(65,567.04)</b>
	<b>Other Comprehensive Income</b>					
8	a. Items that will not be reclassified to the Statement of Profit and Loss: Remeasurements of the defined benefit plans	(36.26)	-	(173.59)	10.63	115.06
	b. Income tax relating to items that will not be reclassified to the Statement of Profit and Loss	-	-	-	-	-
9	<b>Total Comprehensive Income/(Loss) (7+8)</b>	<b>444.01</b>	<b>(489.28)</b>	<b>(44,668.75)</b>	<b>(3,696.98)</b>	<b>(65,451.98)</b>
10	Paid-up equity share capital (Face value Rs. 10/- per share)	14,259.01	14,259.01	14,259.01	14,259.01	14,259.01
11	Reserves excluding Revaluation Reserve	-	-	-	(1,40,092.26)	(1,36,395.88)
12	<b>Earnings Per Share (EPS) (Not Annualised)</b> (Face value of Rs. 10/- per share)					
a)	Basic EPS	Rs. (0.34)	(0.35)	(31.20)	(2.60)	(45.96)
b)	Diluted EPS	Rs. (0.34)	(0.35)	(31.20)	(2.60)	(45.96)



**BIRLA TYRES LIMITED**

Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001

Statement of Financial Results for the quarter and year ended 31st March, 2023.

(Approved by the Resolution Professional on 28th September, 2023 . )

Rs./Lakhs

**Statement of Assets & Liabilities**

Particulars	As at 31/03/2023	As at 31/03/2022
	(Audited)	(Audited)
<b>A. ASSETS</b>		
<b>(1) NON-CURRENT ASSETS</b>		
(a) Property, Plant and Equipment	42,878.80	44,724.08
(b) Capital work-in-progress	34,006.41	33,972.40
(c) Right of use asset	0.00	9.71
(d) Other intangible assets	-	-
(e) Financial assets		
(i) Other financial assets	439.08	439.08
(f) Income tax asset (net)	11.24	8.21
(g) Other non-current assets	5,775.77	6,473.77
<b>Total Non-Current Assets</b>	<b>83,111.30</b>	<b>85,627.25</b>
<b>(2) CURRENT ASSETS</b>		
(a) Inventories	2,784.48	2,829.97
(b) Financial assets		
(i) Trade receivables	10,346.56	10,335.97
(ii) Cash and cash equivalents	355.91	12.21
(iii) Other bank balances	100.70	100.70
(iv) Loans	32.29	12.15
(v) Other financial assets	10.50	10.50
(c) Other current assets	1,844.50	1,839.69
<b>Total Current Assets</b>	<b>15,474.94</b>	<b>15,141.19</b>
<b>TOTAL ASSETS</b>	<b>98,586.24</b>	<b>1,00,768.44</b>
<b>B. EQUITY AND LIABILITIES</b>		
<b>(1) EQUITY</b>		
(a) Equity share capital	14,259.01	14,259.01
(b) Other equity	(1,40,092.26)	(1,36,395.88)
<b>Total Equity</b>	<b>(1,25,833.25)</b>	<b>(1,22,136.87)</b>
<b>(2) NON-CURRENT LIABILITIES</b>		
(a) Financial liabilities		
(i) Lease Liability	-	-
(ii) Other financial liabilities	1,324.33	1,324.33
(b) Provisions	473.23	510.58
(c) Deferred tax liabilities (net)	-	-
<b>Total Non-Current Liabilities</b>	<b>1,797.56</b>	<b>1,834.91</b>
<b>(3) CURRENT LIABILITIES</b>		
(a) Financial liabilities		
(i) Borrowings (Refer Note 4)	1,15,402.35	1,13,810.74
(ii) Lease Liability	9.20	12.54
(iii) Trade payables		
Total outstanding dues of micro enterprises and small enterprises	496.02	496.02
Total outstanding dues of creditors other than micro	26,088.86	25,860.16
(iv) Other financial liabilities	67,151.31	67,350.55
(b) Provisions	4,828.94	4,886.44
(c) Other current liabilities	8,645.25	8,653.95
<b>Total Current Liabilities</b>	<b>2,22,621.93</b>	<b>2,21,070.40</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>98,586.24</b>	<b>1,00,768.44</b>





**BIRLA TYRES LIMITED**

Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001

Statement of Financial Results for the quarter and year ended 31st March, 2023.

(Approved by the Resolution Professional on 28th September, 2023 . )

Rs./Lakhs

Particulars	Year ended 31/03/2023	Year ended 31/03/2022
<b>A. Cash Flow From Operating Activities</b>		
Net Loss before tax	(3,707.01)	(65,567.04)
Adjustments for:		
Depreciation and amortisation	1,850.71	2,960.54
Provision for bad and doubtful debts charged	-	14.92
Provision for warranty written back	-	(837.00)
Finance costs	1,759.11	17,614.97
Loss on sale of property, plant and equipment (net)	4.27	0.32
Right of use asset written off (net)	-	-
Liabilities / Provision no longer required written back	(64.03)	(1,489.11)
Impairments on CWIP	-	43,551.70
Interest income	(23.75)	(35.16)
Demurrage Charges written back	-	(393.40)
Provision for GST Receivable	-	64.46
Inventory Written off	-	180.56
<b>Operating loss before working capital changes</b>	<b>(180.68)</b>	<b>(3,934.25)</b>
<b>Changes in Working Capital:</b>		
Increase in Non-Current / Current financial and other liabilities/provisions	(1.98)	461.54
Decrease in Non-Current / Current financial and other assets	(50.46)	850.94
Decrease in inventories	47.56	1,149.02
<b>Cash Used in Operations</b>	<b>(185.56)</b>	<b>(1,472.74)</b>
Direct Taxes paid (net of refunds)	(3.03)	(2.69)
<b>Net cash used in operating activities</b>	<b>(188.59)</b>	<b>(1,475.43)</b>
<b>B. Cash flow from Investing Activities:</b>		
Purchase of property, plant and equipment/capital advance given	677.25	(0.53)
Proceeds from sale of property, plant and equipment	(1.17)	3.47
Interest received	23.75	35.16
Proceeds from Bank Deposit	0.00	60.35
<b>Net cash generated from investing activities</b>	<b>699.83</b>	<b>98.45</b>
<b>C. Cash flow from Financing Activities</b>		
Finance cost paid	(355.29)	(103.23)
Finance cost refund received	-	115.56
Proceeds from loans and advances from body corporate	1,346.68	2,437.29
Proceeds from loan from director	-	-
Payment of Lease obligations	-	(75.58)
Repayment of Short term borrowings	-	(455.23)
<b>Net cash generated from financing activities</b>	<b>991.39</b>	<b>1,918.81</b>
<b>Net decrease in cash and cash equivalents</b>	<b>1,502.82</b>	<b>541.83</b>
Cash and cash equivalents at the beginning of the year	12.21	133.57
Conversion of Short term borrowings into Cash Credit	-	(1,781.34)
Cash credits at the beginning of the year	(17,999.66)	(16,881.51)
<b>Adjusted cash &amp; cash equivalents at the beginning of the year</b>	<b>(17,987.46)</b>	<b>(18,529.27)</b>
<b>Cash &amp; cash equivalents at the end of the year</b>	<b>(16,484.83)</b>	<b>(17,987.45)</b>

Particulars	As at 31/03/2022	As at 31/03/2021
<b>Cash and Cash Equivalents comprise:</b>		
Cash on hand	1.62	2.95
Balances with banks on current account	354.29	9.26
Cash credits at the end of the year	(16,840.77)	(17,999.66)
	<b>(16,484.86)</b>	<b>(17,987.45)</b>





**BIRLA TYRES LIMITED**

Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001

Statement of Financial Results for the quarter and year ended 31st March, 2023.

(Approved by the Resolution Professional on 28th September, 2023 . )

- 1 The Hon'ble National Company Law Tribunal(NCLT), Kolkata Bench, vide its order dated 5th May, 2022 has admitted the company for initiation of Corporate Insolvency Resolution Process (CIRP) under the Insolvency and Bankruptcy Code,2016 (IBC) and appointed Mr. Seikh Abdul Salam having registration number IBBI/IPA-003/IP-N00250/2019-2020/12966 as the Interim Resolution Professional. The Hon'ble NCLT, Kolkata Bench, vide its order dated 29th June, 2022 has appointed the Interim Resolution Professional Mr. Seikh Abdul Salam as the Resolution Professional (RP). Further, an application was filed by Committee of creditors for replacement of the RP. Pursuant to the order of the Hon'ble NCLT dated 31 October 2022, Mr. Pratim Bayal having IBBI Registration No. IBBI/IPA-003/IP-N00213/2018-2019/12385 has replaced Mr. Salam as the RP.  
  
The Resolution Plan has been received and voted by the Committee of Creditors. Further, the petition for passing the Resolution Plan was heard on 26th September, 2023 and the order has been reserved by the Hon'ble NCLT, Kolkata Bench.
- 2 As per the IBC, the RP has received, collated, verified many of the claims submitted by the creditors of the company. However, Liabilities has been admitted by RP is yet to be reconciled and incorporated in the financials.
- 3 It may be further noted that in consonance with the stipulations contained in Section 14 of the code, a moratorium has been declared vide the order dated 5th May, 2022 passed by the Hon'ble NCLT Inter alia, prohibiting the following:
  - a. The institution of suits or continuation of pending suits or proceedings against the corporate debtor including execution of any judgement, decree or other in any court of law, Tribunal, Arbitration pannel or other Authority
  - b. Transferring, encumbering, alienating or disposing off by the Corporate debtor any of its assets or any legal right or beneficial interest there in.
  - c. Any action to foreclose, recover or enforce any security interest created by the corporate debtor in respect of its property including any action under the Securitisation and Reconstruction of Financial Asset and Enforcement of Security Interest Act, 2002.
  - d. The recovery of any property by an owner or lessor where such property is occupied by or in the possession of the Corporate Debtor.
- 4 The balance of "Financial Assets", "Other Current Assets" and "Other Non-Current Assets" includes balances remaining receivable for a substantial period. The balances are subject to confirmations and reconciliations. The reported financial results may have consequential impact upon the receipts and reconciliation of confirmation, if any.
- 5 Impairment assessment has been done for the year ended March, 2022 and coressponding impact has been taken in the last financial year. However, post the company got into CIRP, the company had done revaluation of the Property Plant & Equipment and Capital Work in Progress for the purpose of CIRP. However, as per IBC, the outcome of the same carried out as part of CIRP process could not be shared with anyone other than Committee of Creditors and NCLT. Accordingly, the company has not booked any impairment loss during the year ended 31st March, 2023. The consequent effect of the same is not ascertainable at this stage.
- 6 The Actuarial Valuation for Gratuity has been done for the current financial year but the company has not made any provision regarding actuarial valuation of leave encashment and gratuity during the year. Hence, The reported financial results may have consequential impact for the same.
- 7 The balance of "Financial Liabilities" and "Other Current liabilities" includes balances remaining outstanding for a substantial period. The balances are subject to confirmations and reconciliations. The reported financial results may have consequential impact upon the receipts and reconciliation of confirmation, if any.
- 8 The company is incurring losses since financial year 2019-20 which has eroded it's net worth completely. Based on the positive outlook, RP is confident about the revival of the company and it's ability to continue as a going concern in the foreseeable future. The financial results for the year ended ended 31st March, 2023 have been prepared on going concern basis in line with the objective of the IBC and requirements thereunder. In the view of the RP, the going concern assumption considered for the preparation of financial results has not been vitiated.
- 9 Due to ongoing "No Work No Pay" notice issued by the Company, no provision for wages has been considered, supported by the advice of legal counsel. Further, during the quarter, no Provision for salary has been made except for 24 employees who are working for maintaining minimum infrastructure.
- 10 The daims have been submitted by Banks and Financial Institutions as on CIRP commencement date which includes principal amount, interest accrued, penal interest and other charges. However the company has not provided any interest thereafter during the CIRP period due to moratorium u/s 14 of the Insolvency & Bankruptcy Code.
- 11 The company had done physical verification and inventory valuation for the purpose of CIRP. However, as per IBC, the outcome of the same as part of CIRP process could not be shared with anyone other than Committee of Creditors and NCLT. Hence no impact for the same has been considered.
- 12 The Resolution Professional (RP) is running with limited manpower and has appointed an independent accounting firm to undertake the day to day accounting and preparation of Financial Statement. In light of the same the RP has taken into the record the Statement of Financial Statements for the year ended 31st March 2023.
- 13 Other Comprehensive Income includes re-measurement gains/ (losses) on actuarial valuation of post-employment defined benefits. These items will not be reclassified to profit or loss.



- 14 The Central Government has published The Code on Social Security, 2020 and Industrial Relations Code, 2020 ("the Codes") in the Gazette of India, Inter alia, subsuming various existing labour and industrial laws which deals with employees related benefits including post employment. The effective date of the code and the rules are yet to be notified. The impact of the legislative changes, if any, will be assessed and recognised post notification of the relevant provisions.
- 15 The Company has only one business segment, i.e. "Tyres" and does not operate in any other reportable segment as per IND AS 108 - "Operating Segments".
- 16 The figures for the quarter ended March 31, 2023 and March 31, 2022 are the balancing figures between audited figures in respect of year ended 31st March, 2023 and 31st March, 2022 and the reviewed figures for the nine months ended 31st December, 2022 and 31st December, 2021.
- 17 Figures for the previous periods have been regrouped / reclassified wherever necessary to conform to current period's classification.

Place: Kolkata  
Date: 28th September, 2023

*Anant Gupta*  
**Anant Gupta**  
Chief Financial Officer

For Birla Tyres Limited  
*Pratim Bayal*  
**Pratim Bayal**  
Resolution Professional

CIN : L25209WB2018PLC228915 | Phone : 033 2262 4355 / 57 / 58 | Fax : 033 2262 4359  
Email: corporate@birlatyre.com | Website : www.birlatyre.com

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# NEHA BOTHRA & CO.

(Chartered Accountants)

## INDEPENDENT AUDITOR'S REPORT

To,

The Resolution Professional

Birla Tyres Limited

(A Company under Corporate Insolvency Resolution Professional Process vide NCLT Order)

IP Registration no. IBBI/IPA-003/IP-N00213/2018-2019/12385

### Report on the Financial Results

#### Disclaimer of Opinion

We were engaged to audit the Financial Results for the quarter and year ended March 31, 2023 of BIRLA TYRES LIMITED ("the Company"), ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

We do not express an opinion on the accompanying Financial Results of the company because of the significance of the matters described in the "Basis for Disclaimer of Opinion" section of our report and the uncertainties involved, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these Financial Results.

#### Basis for Disclaimer of Opinion

We draw reference to –

1. Note no. 4 to the financial results, which indicates the balance of "Financial Assets", "Other Current Assets" and "Other Non-Current Assets" includes balances remaining outstanding for a substantial period. In the absence of confirmations and other corroborative evidence, we are unable to comment on the extent to which such balances are recoverable and the reported Financials may have consequential impact which remains unascertained.
2. Note no. 5 to the financial results, which indicate that Company has not provided impairment loss of Property Plant & Equipment and Capital Work in Progress for the year ended 31<sup>st</sup> March, 2023, which is not in accordance with the requirements of Ind AS 36: Impairment of Assets. Further we are unable to comment on the impairment loss, if any, of aforesaid assets and the reported Financials might have consequential impact which remains unascertained.
3. Note no. 6 to the financial results regarding actuarial valuation of leave encashment and gratuity of the company during the year. Further, we are unable to comment on the accuracy of the provision made as per Ind-AS 19 for leave encashment & Gratuity in the absence of any Actuarial Report and other details.





# NEHA BOTHRA & CO.

(Chartered Accountants)

4. Note no. 7 to the financial results, which indicates the balance of "Financial Liabilities" and "Other Current liabilities" which includes balances remaining outstanding for a substantial period. In the absence of confirmations and other corroborative evidence, we are unable to comment on the extent to which such balances are payable and the reported Financials may have consequential impact for the amounts which remains unascertained.
5. Note no. 10 to the financial results regarding non provision of interest expense on the borrowings of the Company after commencement of CIRP i.e. 5th May, 2022, which is not in accordance with the requirements of Ind AS 23: Borrowing Costs read with Ind AS 109: Financial Instruments. In the absence of loan documents made available for examination to us and non-confirmations from banks and financial institutions, impact on the reported Financials remains unascertainable.
6. Note no. 11 to the financial results regarding valuation and physical verification of raw material, finished goods, work in progress and store & spares of the Company during the year. Further, we are unable to comment on the recoverability of balances of inventories and the reported Financials might have consequential impact which remains unascertained.
7. We are unable to comment on the appropriateness of expenses (excluding expenses incurred since commencement of CIRP) and balances of provision and the reported financial results might have consequential impact which remains unascertained.

## Material uncertainty related to Going Concern

We draw attention to Note no. 8 to the financial results, which indicate that company has accumulated losses and its net worth has completely eroded, the company has incurred losses during the current year and in the earlier years, the company current liabilities exceed its current assets and company is having a high debt-equity ratio as at March 31, 2023, realizable value of assets is lower than amount payable to creditors, earning per share is negative. Further, the Company is in CIRP process since 5th May 2022 and the Committee of creditors are considering the Resolution plans received from prospective buyers. These conditions indicate existence of material uncertainty, which cast significant doubts about the Company's ability to continue as a going concern.

We, further draw attention to Note no. 1 to the financial results and as informed by the RP to us, The Resolution Plan has been received and voted by the Committee of Creditors. Further, the petition for passing the Resolution Plan was heard on 26<sup>th</sup> September, 2023 and the order has been reserved by the Hon'ble NCLT, Kolkata Bench.





# NEHA BOTHRA & CO.

(Chartered Accountants)

## Emphasis of Matters

1. Note no. 2 and Note no. 10 to the financial results, pursuant to commencement of CIRP of the Company under Insolvency and Bankruptcy Code, 2016, claims have been submitted by the financial creditors, operational creditors, employees and workmen to the RP. The overall obligations and liabilities including interest on loans and the principal amount of loans shall be determined during the CIRP. Pending final outcome of the CIRP, no accounting impact in the books of accounts has been made in respect of excess, short, or non-receipts of claims. Hence, consequential impact, if any, is currently not ascertainable and we are unable to comment on possible financial impacts of the same.
2. We have been informed by RP that certain information including minutes of COC meeting and the outcome of certain procedures carried out as part of CIRP process could not be shared with the auditors and anyone other than Committee of Creditors and NCLT. Accordingly, we are unable to comment on the possible impact, presentation, and disclosures, if any on aforesaid information not provided to us.

## Management's Responsibility for the Financial Results

The Company's Board of Directors and Resolution Professional is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial Results to give a true and fair view of the financial position, financial performance including Other Comprehensive Income, cash flows and Changes in Equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors & Resolution Professional is also responsible for overseeing the company's financial reporting process.





# NEHA BOTHRA & CO.

(Chartered Accountants)

## Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.





# NEHA BOTHRA & CO.

(Chartered Accountants)

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Kolkata

Date: 28<sup>th</sup> September, 2023



For Neha Bothra & Company  
Chartered Accountants  
FR No.326938E

*N. Bothra*  
Neha Bothra  
Partner

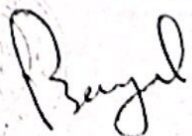

Mem No- 067036  
UDIN: 23067036. *B.G.V.P.A.D.8469*

**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results**

**Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2023**

I.	Sl. No.	Particulars	Status
	1.	Balance of "Financial Assets", "Other Current Assets" and "Other Non-Current Assets" includes balances remaining outstanding for a substantial period.	Not ascertainable
	2.	Company has not provided impairment loss of Property Plant & Equipment and Capital Work in Progress for the year ended 31 <sup>st</sup> March, 2023, which is not in accordance with the requirements of Ind AS 36: Impairment of Assets.	Not ascertainable
	3.	Actuarial valuation of leave encashment and gratuity of the company during the year.	Not ascertainable
	4.	Balance of "Financial Liabilities" and "Other Current liabilities" which includes balances remaining outstanding for a substantial period.	Not ascertainable
	5.	Non provision of interest expense on the borrowings of the Company after commencement of CIRP ie. 5 <sup>th</sup> May, 2022, which is not in accordance with the requirements of Ind AS 23: Borrowing Costs read with Ind AS 109: Financial Instruments.	Not ascertainable
	6.	Valuation and physical verification of raw material, finished goods, work in progress and store & spares of the Company during the year.	Not ascertainable
	7.	Appropriateness of expenses (excluding expenses incurred since commencement of CIRP) and balances of provision and the reported financial results might have consequential impact	Not ascertainable

  
 NB  
 KOLKATA  
 FRNo. 326938E  
 Chartered Accountant

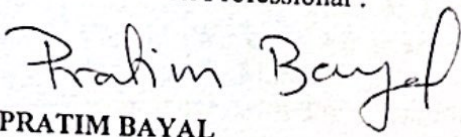




II.	<b>Audit Qualification (each audit qualification separately):</b>
	<p>A. <b>Financial results:</b> - which indicate that company has accumulated losses and its net worth has completely eroded, the company has incurred losses during the current year and in the earlier years, the company current liabilities exceed its current assets and company is having a high debt-equity ratio as at March 31, 2023, realizable value of assets is lower than amount payable to creditors, earning per share is negative. Further, the Company is in CIRP process since 5<sup>th</sup> May' 2022 and the Committee of creditors are considering the Resolution plans received from prospective buyers. These conditions indicate existence of material uncertainty, which cast significant doubts about the Company's ability to continue as a going concern.</p> <p>B. <b>Financial results:-</b> Pending final outcome of the CIRP, no accounting impact in the books of accounts has been made in respect of excess, short, or non-receipts of claims. Hence, consequential impact, if any, is currently not ascertainable and could not be commented on possible financial impacts of the same.</p> <p>C. The minutes of COC meeting and the outcome of certain procedures carried out as part of CIRP process could not be shared with the auditors and anyone other than Committee of Creditors and NCLT. Accordingly, could not be commented on the possible impact, presentation, and disclosures, if any on aforesaid information not provided.</p>
	<p>b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion</p> <p>: Disclaimer of Opinion</p>
	<p>c. Frequency of Qualification : Whether appeared first time / repetitive / since how long continuing</p> <p>: Since 5<sup>th</sup> May, 2022</p>
	<p>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: The Company is in CIRP Process and RP could not quantify the impact.</p>
	<p>e. For Audit Qualification(s) where the impact is not quantified by the auditor :</p>






**IT'S TIME TO ROLL**

	(i) Management's estimation on the impact of audit qualification:  Not Ascertainable
	(ii) If management is unable to estimate the impact, reasons for the same:  <u>Accounts were prepared based on the books of accounts. Effective 5<sup>th</sup> May, 2022 the management of the Corporate Debtor i.e. the Company vests in the RP.</u>
	(iii) Auditors' Comments on (i) or (ii) above :  <u>Financials prepared based on the available figures.</u>
III.	<u>Signatories :</u>
	<ul style="list-style-type: none"> <li>Resolution Professional :  PRATIM BAYAL Regn No. : IBBI/IPA-003/IP-N00213/2018-2019/12385</li> </ul> 
	<ul style="list-style-type: none"> <li>CFO : Anant Gupta ANANT GUPTA</li> </ul>
	<ul style="list-style-type: none"> <li>Statutory Auditors : N. Bothra NEHA BOTHRA (MEMBERSHIP NO. 067036)</li> </ul> 

Place: Kolkata

Date: 28.09.2023



P + 91 33 2262 4354-57  
F + 91 33 2262 4359  
E: corporate@birlatyres.com

Birla Tyres Limited  
Registered & Corporate Office:  
8<sup>th</sup> floor, Birla Building, 9/1 R.N. Mukherjee Road, Kolkata - 700 001  
CIN - U25209WB2018PLC228915